

IRREVOCABLE LETTER OF CREDIT

UNITED BANK
5595 South State Street
Murray, Utah 84107

#5

Irrevocable Commercial
Letter of Credit

No. 294-80 Date: August 1, 1980

State of Utah
Division of Oil, Gas and Mining
State Capitol Building
Salt Lake City, Utah 84114

Gentlemen:

We hereby authorize you to draw on United Bank, P. O. Box 7540, Murray, Utah by order of Co-op Mining Company and for the account of Co-op Mining Company up to an aggregate amount of \$47,165.00 available by your drafts at sight accompanied by a signed statement from the head of your division stating that the funds were used for the restoration of the mining property located in Huntington Canyon, Emery County operated by the Co-op Mining Company.

Drafts must be drawn and negotiated not later than August 1, 1981. Each draft must state that it is "drawn under letter of credit of United Bank No. 294-80 dated August 1, 1980" and the amount endorsed on this letter of credit.

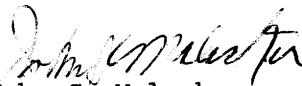
We hereby agree with the drawers, endorsers and bona fide holders of all drafts drawn under and in compliance with the terms of this credit, that such drafts will be duly honored upon presentation to the drawee.

This letter of credit is not transferrable.

Except so far as otherwise expressly stated, this credit is subject to the Uniform Customs and Practice for Commercial Documentary Credits fixed by the Thirteenth Congress of the International Chamber of Commerce.

Very truly yours,

UNITED BANK


John S. Malecker
Executive Vice President

JSM:h1

